GOVERNMENT OF INDIA
MINES
LOK SABHA

UNSTARRED QUESTION NO:51
ANSWERED ON:07.07.2014
EXTRACTION OF IRON AND MANGANESE ORES
Nayak Shri B.V.

Will the Minister of MINES be pleased to state:

(a) whether some private sector companies have been allegedly found to be involved in extracting iron and manganese ores in excess of the permissible limits set by the Government;

(b) if so, the details thereof and the reasons therefor; and

(c) the loss incurred by the Government during the last three years and the action taken against the private sector companies which are violating the norms, state-wise?

Answer

THE MINISTER OF STATE FOR MINES, STEEL AND LABOUR & EMPLOYMENT (SHRI VISHNU DEO SAI)

(a) & (b): Instances of ore production in excess of the tentative annual production quantity indicated in the Mining Plan/ Scheme of mining come to the notice of Indian Bureau of Mines (IBM) during inspections. In terms of section 5(2)(b) of the Mines and Minerals (Development and Regulation) (MMDR) Act, 1957, a mining plan is essential for grant of mining lease for major minerals. The mining plan has details on the tentative scheme of mining and annual programme for excavation for a five year period, apart from other essential details on mineral reserves, geology, lithology, type of mining, rehabilitation and restoration of mining area etc. The IBM has been allowing deviation upto 20% of the tentative annual production indicated in the approved mining plan/scheme of mining. This relaxation is subject to the condition that the cumulative effect of deviation should not distort the approved ore to over-burden/waste ratio and result in significant shortfall in development work. Excess ore production, which is more than 20% of the tentative annual production quantity indicated in the mining plan, is considered as a contravention of the provisions of Mineral Conservation and Development Rules (MCDR), 1988.

List of the leaseholders who have produced ore in excess of 20% of the tentative production quantity in the approved Mining Plan/ Scheme of Mining by the IBM from the year 2011-12 to 2013-14 is at Annexure-I.

(c): Section 9 of the MMDR Act provides that every leaseholder shall pay royalty to the State Governments for minerals removed or consumed from the lease area. State Governments collect royalty for the minerals removed or consumed from the lease area, including royalty on any reported excess ore produced.
Details of action taken by the IBM against the leaseholders who have produced iron ore and manganese ore in excess of 20% of the tentative production quantity in the approved Mining Plan/ Scheme of Mining from the year 2011-12 to 2013-14 is at Annexure-II.

ANNEXURE - I MENTIONED IN THE REPLY TO LOK SABHA UNSTARRED QUESTION NO. 51 FOR REPLY ON 07.07.2014 ASKED BY SHRI. B V NAIK
List of the leaseholders who have produced ore in excess of 20% of the tentative production quantity in the approved Mining Plan/ Scheme of Mining by the IBM from 2011-12 to 2013-14:

YEAR: 2011 -12

Sl. No. Name of lessee State Mineral
1 Sri. Padmavathi Fe Mine
Shri N Kanta Reddy Andhra Pradesh Iron
2 CuddegalavorilSodo
M/s MineriaNacionalLtda Goa Iron
3 Santonachi Upri
M/s Zarapkar&Parkar Goa Iron
4 Guelliem-e-Gaval
Smt.G.M.N.Parulekar Goa Iron
5 Cormolem-e-Bog
M/s SocidadeTimbloIrmaos Ltda. (SFI) Goa Iron
6 Band Doncal
M/s Damodar Mangalji& Co. Ltd Goa Iron
7 Dhamki

M/s Shobha Minerals Madhya Pradesh Iron and Manganese
8 Gandhigram
M/s Capital Minerals Madhya Pradesh Iron
9 Jhansi/Silua Madhya Pradesh Iron
M/s Khatri Minerals
and Mining Company
10 Agariya
M/s Nirmala Minerals Madhya Pradesh Iron
11 Gandhigram
Vinod Kumar Srivastava Madhya Pradesh Iron

YEAR: 2012-13

Sl. No.
Name of lessee State Mineral

1 M/s.S.K.Sarawagi & Co. Andhra Pradesh Manganese Ore
2 M/s.M.Lal & Co. Andhra Pradesh Manganese Ore
3 M/s.Aditya Minerals Andhra Pradesh Manganese Ore
4 M/s.S.K.Sarawagi & Co. Andhra Pradesh Manganese Ore
5 Sri D.Shankarlal Sharma Andhra Pradesh Manganese Ore
6 M/s.S.K.Sarawagi & Co . Andhra Pradesh Manganese Ore
7
Suryavansham Mining Madhya Pradesh Manganese ore
and Minerals pvt Ltd
8 M/s Zarapkar and Parkar Goa Iron Ore
9 Smt GMN Parulekar Goa Iron Ore
10 M/s Soceidadade-de-Fomento Goa Iron Ore
11 Smt Radha Timblo Goa Iron Ore
12 Hiralal Khodidas Goa Iron Ore

YEAR: 2013-14

Sl. No. Name of lessee State Mineral
1 Mukul Kamparia Madhya Pradesh Iron Ore

ANNEXURE-II MENTIONED IN THE REPLY TO LOK SABHA UNSTARRED QUESTION NO. 51 FOR REPLY ON 07.07.2014 ASKED BY SHRI. B V NAIK

Details of action taken by the IBM against the leaseholders who have produced iron ore and manganese ore in excess of 20% of the tentative production quantity in the approved Mining Plan/ Scheme of Mining from the year 2011-12 to 2013-14:

Year No of Cases of excess production for iron and manganese ores Violation-cum-show cause NoticeIssued
Mining Plans Rectified Mining Operations Suspended Termination recommended to State Government

2011-12 11 4 4 3 -
2012-13 12 11 6 1 -
2013-14 01 01 0 0 0

Scheme of Mining returned to the lessee in 5 cases